

475 17[™] Street Suite 1500 Denver Colorado 80202 Telephone 303 573-1222 Fax 303 573 0461

February 7, 2007

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Attn.: Ms. Diana Whitney

RE: Enduring Resources, LLC

Archy Bench 11-23-41-30

NENE 30-11S-23E

Federal Lease: UTU-66410

Uintah County, Utah

Dear Ms. Whitney:

Enclosed is one original application to drill concerning the above-referenced proposed well.

Enduring Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this application and all future information as confidential.

If any questions arise or additional information is required, please contact me at 303-350-5719.

Very truly yours,

Evette Bissett

Regulatory Affairs Assistant

Enclosures

RECEIVED

FEB 0 9 2007

DIV. OF OIL, GAS a MENOLOGIC

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

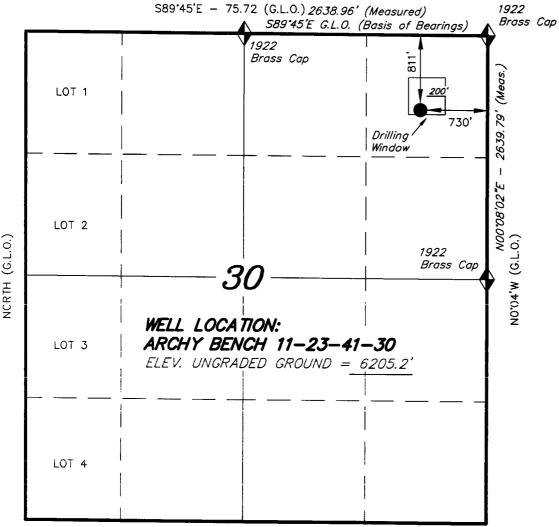
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AMENDED REPORT	Г
(highlight changes)	

	APPLICATION FOR PERMIT TO DRILL							6. SURFACE: Federal
1A. TYPE OF WO	ORK:	DRILL 🔽 🛚 I	REENTER [DEEPEN		7. IF INDIA	AN, ALLOTTEE OR T	RIBE NAME:
B. TYPE OF WE		GAS 🗹 (OTHER	SIN	GLE ZONE MULTIPLE Z	CONE 8. UNIT or	CA AGREEMENT N	AME:
2. NAME OF OPE	Resources	LLC				Archy	NAME and NUMBER: Bench 11-2	3-41-30
3. ADDRESS OF 475 17th S		0 _{CITY} Denve	r _{STA}	TE CO ZIP 80	220 PHONE NUMBER: (303) 350-57		AND POOL, OR WIL	DOATE HOW
4. LOCATION OF	•	GES)				11. QTR/0 MERID	OTR, SECTION, TOW	NSHIP, RANGE,
AT SURFACE:	811' FNL	- /30 FEL	44106	711	39.836618 109.37823	NENE	30 11S	23E
AT PROPOSED	PRODUCING 2	ONE: Same	79106	129	7109. 37823	0		
		RECTION FROM NEAF		ST OFFICE:		12. COUN Uintal		13. STATE: UTAH
	34.3 miles South of Bonanza, UT							TO THIS WELL:
730'								40 acres
18. DISTANCE TO		LL (DRILLING, COMPL	ETED, OR	19. PROPOSED		20. BOND DESCR	RIPTION:	
1000' +	R) ON THIS LEAS	SE (FEET)			7,79	5 RLB0008	031	
	•	HER DF, RT, GR, ETC.):	ı	ATE DATE WORK WILL START:	23. ESTIMATED I	DURATION:	
6221'	RT-KB			4/30/200)7	20 days	·	
24.			PROPOS	ED CASING A	ND CEMENTING PROGRA	M		
SIZE OF HOLE	CASING SIZI	E, GRADE, AND WEIG	HT PER FOOT	SETTING DEPTH	CEMEN" TYPE	, QUANTITY, YIELD, AND	SLURRY WEIGHT	
20"	14"	line pipe		40	3 yards	Ready Mix		· · · · · · · · · · · · · · · · · · ·
11"	8-5/8"	J-55	24#	2,016	Premium Lead	138 sxs	3.50	11.1
					Premium Tail	138 sxs	1.15	15.8
7-7/8"	4-1/2"	N-80	11.6#	7,795	Class G	127 sxs	3.3	11.0
					50/50 Poz Class G	845 sxs	1.56	14.3
								
						· · · · · · · · · · · · · · · · · · ·	<u></u>	
25.				ATTA	CHMENTS			
VERIFY THE FOL	LOWING ARE A	TTACHED IN ACCORE	DANCE WITH THE L	JTAH OIL AND GAS C	ONSERVATION GENERAL RULIES:			
WELL PL	AT OR MAD DO	EPARED BY LICENSED	SUBVEVOR OR E	NONEED	COMPLETE DRILLING PL	AN		
					l			
A EAIDENC	SE OF DIVISION	OF WATER RIGHTS A	PPROVAL FOR US	E OF WATER	FORM 5, IF OPERATOR IS	S PERSON OR COMPAN	Y OTHER THAN THE	E LEASE OWNER
	Evot	e Bissett			Pagulatan	Affairs Assistan	·+	
NAME (PLEASE	PRINT)	1	A. S	ol		Alialis Assistal	······································	
SIGNATURE		setto	Bisset	Y	DATE 2/5/2007			
(This space for Sta	te use only)				Approved by the Utah Division of		RECEIV	/CD
		10	200110		Oil, Gas and Minin	17		
API NUMBER AS	SIGNED:	3-047	27040		APPROVAL:	_	FEB 092	007
(11/2001)	Fed	eral Approval	of thi s	(See Instruction	ate: 07-12-191		DF OIL, GAS &	

Federal Approval of this Action is Necessary

T11S, R23E, S.L.B.&M.



S89'58'E - 75.70 (G.L.O.)

♦ = SECTION CORNERS LOCATED

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (BUCK CAMP CANYON)

ARCHY BENCH 11-23-41-30 (Surface Location) NAD 83 LATITUDE = 39° 50' 11.80" LONGITUDE = 109° 22' 44.30"

ENDURING RESOURCES

WELL LOCATION, ARCHY BENCH 11-23-41-30, LOCATED AS SHOWN IN THE NE 1/4 NE 1/4 OF SECTION 30, T11S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH.

THIS IS TO CERTIFY THAT OFFE ABOVE PER WAS PREPARED FROM FIELD OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND FELIEP No.189377

REGISTER D LAND REGISTRA PONGNO STATE DE REAL

TRI STATE LAND SURVEYING & CONSULTING

SHEET

OF 10

180 NORTH VERNAL AVE. – VERNAL, UTAH 84078 (435) 781–2501

DATE DRAWN: 04-27-06	SURVEYED BY: D.P.
REVISED:	DRAWN BY: F.T.M.
NOTES:	SCALE: 1" = 1000'

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that Enduring Resources, LLC is considered to be the operator of the following well.

Archy Bench 11-23-41-30

Surface Location: NENE Sec. 30-11S-23E

811' FNL - 730' FEL

Lease Serial No.: UTU-66410

Uintah County, Utah

Enduring Resources, LLC is responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage is provided by UTB000173.

Evette Bissett

Regulatory Affairs Assistant Enduring Resources, LLC 475 17th Street, Suite 1500

utter Bissix

Denver, CO 80202 (303) 350-5719 2/7/2007

Date

Enduring Resources, LLC Archy Bench 11-23-41-30 NENE 30-11S-23E Uintah County, Utah

Federal Lease: UTU-66410

ONSHORE ORDER 1 - DRILLING PLAN

1. <u>Estimated Tops of Geological Markers:</u>

Formation	Depth (K.B.)
Uinta	Surface
Green River	1127
Wasatch	3567
Mesaverde	5478

2. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals:

Substance	Formation	Depth (K.B.)
	KB-Uinta Elevation: 6221'	
Oil / Gas	Green River	1127
Oil /Gas	Wasatch	3567
Oil /Gas	Mesaverde	5478
	Estimated TD	7795

An 11" hole will be drilled to approximately 2016 feet. The depth will be determined by the depth that the Birds Nest zone is encountered. The hole will be drilled 400 feet beyond the top of the Birds Nest zone and surface casing will be set.

3. Pressure Control Equipment: (3000 psi schematic attached)

- A. Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in *Onshore Oil & Gas Order Number 2*. A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- B. Pressure Rating: 3,000 psi BOPE
- C. Kelly will be equipped with upper and lower Kelly valves.
- D. Testing Procedure: Annular Preventer

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the annular preventer is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

4. **Proposed Casing & Cementing Program:**

A. Casing Program: All New

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Depth Set (MD)
20"	14" O.D.				40' (GL)
11"	8-5/8"	24#	J-55	ST&C	0 – 2,016' (KB) est.
7-7/8"	4-1/2"	11.6#	N-80	LT&C	0 – 7795' (KB)

The surface casing will have guide shoe. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next 16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Casing Design Parameters:

Depth (MD)	Casing	Collapse(psi)/SF	Burst (psi)/SF	Tension(mlbs)/SF
40' (GL)	14" OD			
2016' (KB)	8-5/8", 24#/ft, J55, STC	1370/1.52(a)	2950/3.28(b)	244/5.81(c)
7795' (KB)	4-1/2", 11.6#/ft, N-80, LTC	6350/1.57(d)	7780/2.09 (e)	223/2.87(f)

- (a.) based on full evacuation of pipe with 8.6 ppg fluid on annulus
- (b.) based on 8.6 ppg gradient with no fluid on annulus
- (c.) based on casing string weight in 8.6 ppg mud
- (d.) based on full evacuation of pipe with 10.0 ppg fluid on annulus
- (e.) based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, no gas gradient
- (f.) based on casing string weight in 9.2 ppg mud

PROPOSED CEMENTING PROGRAM

Surface Casing (if well will circulate)-Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	1516	Premium cement + 16% gel + 0.25 pps celloflake	138	25%	11.1	3.50
8-5/8"	Tail	500	Premium cement + 2% CaC ₂ + 0.25 pps celloflake	138	25%	15.8	1.15

A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft³/sx) cement will be premium cement w/ 3% CaCl₂.+0.25 pps celloflake. Volume as required

Surface Casing (if well will not circulate) - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft³/sx)
8-5/8"	Lead	500	Premium cement + 2% CaCl ₂ + 0.25 pps celloflake	138	25	15.8	1.15
8-5/8"	Top job	As req.	Premium cement + 3% CaCl ₂ + 0.25 pps celloflake	As Req.		15.8	1.15

Production Casing and Liner - Cemented TD to 300' above base of surface casing

CASING	SLURRY	FT. of	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
		FILL			(70)	(PP9)	(11 707)
4-1/2"	Lead	1451	Class "G" + 5% NaCl + 12% Gel + 0.25 pps celloflake + 0.2% antifoam + 0.25% fluid loss + 1% extender	127	25	11.0	3.3
4-1/2"	Tail	4628	50/50 POZ Class G + 2% gel +1% CaCl ₂ + 0.2% dispersant + 0.2% fluid loss + 0.1% antifoam	845	25	14.3	1.56

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. <u>Drilling Fluids (mud) Program:</u>

Interval (MD)	Mud Weight	Fluid Loss	Viscosity	Mud Type
0' – 2016' (KB)		No cntrl		Air/mist
2000'-3000' (KB)	8.4-8.6	No cntrl	28-36	Water
3000'-7795' (KB)	8.8-9.8	8 - 10 ml	32-42	Water/Gel

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. <u>Evaluation Program:</u>

<u>Tests</u>: No tests are currently planned.

<u>Coring:</u> No cores are currently planned.

<u>Samples:</u> No sampling is currently planned.

Logging

- Dual Induction SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML TD to Base Surface Casing
- Cement Bond Log / Gamma Ray:
 TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

Stimulation: A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H_2S has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 4053 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 2339 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. Anticipated Starting Dates:

• Anticipated Commencement Date- Within one year of APD issue.

Drilling Days Approximately 10 days

Completion Days - Approximately 10 days

• Anticipate location construction within 30 days of permit issue.

9. <u>Variances:</u>

None anticipated

10. Other:

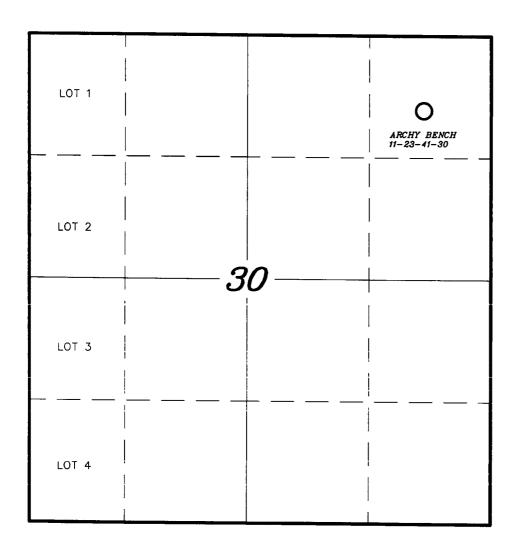
A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Single Shot directional surveys will be dropped every 2000 feet to monitor hole angle.

Directions to the Archy Bench 11-23-41-30 Well Pad

Beginning at the city of Bonanza, Utah. Leave the city of Bonanza traveling south on state highway 45 for a distance of approximately 5.7 miles where the there is a turn-off to the right. Turn right, leaving state highway 45, and proceed southwest for a distance of approximately 5.1 miles (3.2 + 1.9 as shown on Topo "A"). The road then turns to the west: proceed northwesterly along said road for a distance of approximately 3.7 miles. Said road then turns to the southwest; proceed southwesterly then westerly for a distance of approximately 3.2 miles where the road forks. Turn left and proceed southerly along the Asphalt Wash road for a distance of 3.0 miles where the road forks near a landing strip. Stay right, and continue traveling south along the West Fork road for a distance of approximately 6.5 miles where the there is a turn-off to the right. Turn right and bear westerly for a distance of approximately 1.9 miles where there is a fork in the road. Stay to the right and continue northerly along same road for approximately 1.0 mile where there is a fork in the road. Turn left and continue northwesterly for approximately 2.8 miles where there is a fork in the road. Turn left and bear westerly for a distance of approximately 1.4 miles to the proposed access for the Archy Bench 11-23-41-30 well pad. Turn left onto proposed access and continue southerly for approximately 6,310' to the proposed Archy Bench 11-23-41-30 well pad.

T11S, R23E, S.L.B.&M.



ENDURING RESOURCES

SECTION DRILLING MAP
ARCHY BENCH 11-23-41-30



LEGEND

O = Vertical Well

Directional Well (Bottom Hole)

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. — VERNAL, UTAH 84078 (435) 781—2501

DATE DRAWN: 04-27-06	SURVEYED BY: D.P.	SHEET
REVISED:	DRAWN BY: F.T.M.	1
NOTES:	SCALE: 1" = 1000'	OF 10

Enduring Resources, LLC Archy Bench 11-23-41-30 NENE 30-11S-23E Uintah County, Utah

Federal Lease: UTU-66410

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Beginning at the city of Bonanza, Utah. Leave the city of Bonanza traveling south on state highway 45 for a distance of approximately 5.7 miles where the there is a turn-off to the right. Turn right, leaving state highway 45, and proceed southwest for a distance of approximately 5.1 miles (3.2 + 1.9 as shown on Topo "A"). The road then turns to the west: proceed northwesterly along said road for a distance of approximately 3.7 miles. Said road then turns to the southwest; proceed southwesterly then westerly for a distance of approximately 3.2 miles where the road forks. Turn left and proceed southerly along the Asphalt Wash road for a distance of 3.0 miles where the road forks near a landing strip. Stay right, and continue traveling south along the West Fork road for a distance of approximately 6.5 miles where the there is a turn-off to the right. Turn right and bear westerly for a distance of approximately 1.9 miles where there is a fork in the road. Stay to the right and continue northerly along same road for approximately 1.0 mile where there is a fork in the road. Turn left and continue northwesterly for approximately 2.8 miles where there is a fork in the road. Turn left and bear westerly for a distance of approximately 1.4 miles to the proposed access for the Archy Bench 11-23-41-30 well pad. Turn left onto proposed access and continue southerly for approximately 6,310' to the proposed Archy Bench 11-23-41-30 well pad.

2. Planned Access Roads:

The proposed access road will be approximately 6,310 feet of new construction, 690 feet is on lease and 5,620 is off-lease. Please refer to Topo Map "B" for the takeoff point for the new ON-LEASE road construction.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

The access road will be crowned 2% to 3%, ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development. 1989.</u>

The road surface and shoulders will be kept in a safe usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. Location of Existing Wells within a One-Mile radius (See "Topo" Map "C" attached):

The following wells are wells located within a one (1) mile radius of the proposed location.

a. None: Water Wells:

b. None: Injection Wells:

c. None: Producing Wells:

d. None: Drilling Wells:

e. None: Shut-in Wells:

f. None: Temporarily Abandoned Wells:

g. None: Disposal Wells:

h. None: Abandoned Wells:

i. None: Dry Holes:

j. None: Observation Wells:

k. (2): Pending (staked) Wells:

1. There are two other wells staked in this section

4. Location of Existing and/or Proposed Facilities:

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank and be independent of the back cut.

All permanent (on site for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Dark Olive Black. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Gas Gathering Pipeline: ON-LEASE 610' BLM
OFF-LEASE 3.230' BLM

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed for year around usage. Approximately 3,840 feet of 6" or less surface gas gathering pipeline shall be laid to minimize surface disturbance.

The proposed pipeline will begin at the well site and tie-into pipeline located at the Archy Bench 11-23-31-29 well pad.

The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

5. Location and Type of Water Supply:

Whenever practical, water will be obtained from Enduring Resources LLC Water Right Number 49-2215 or Water Right Number 49-2216 (*See Townships of permitted Use below). If those sources are not available, a new water source shall be submitted prior to commencing operations. (These permits have one-year terms and then must be renewed) *Enduring Water Permits' Townships of Use:

T10S-R22E	T11S-R22E	T12S-R22E
T10S-R23E	T11S-R23E	T12S-R23E
T10S-R24E	T11S-R24E	T12S-R24E

Water will be hauled to the location over the roads marked on "Topo" Maps "A" and "B."

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized for location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

7. <u>Methods of Handling Waste Materials:</u>

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, contained in the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit well be constructed on the location and will not be located within natural drainage, where a flood hazard exits or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, brake or allow discharge of liquids.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

Garbage, trash and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash well be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

8. Ancillary Facilities:

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.
- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.
- f. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.
- g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

10. Plans for Surface Reclamation:

Producing Location:

- a. Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.
- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

- d. The reserve pit and that portion of the location not needed for production facilities / operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

- i. Abandoned well sites, roads and other disturbed areas will be restored as nearly as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions and re-establishment of vegetation as specified.
- ii. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

Seed Mixture for Windrowed Top Soil Will Included:

To be provided by the BLM

11. Surface Ownership: Location, Access and Pipeline Route:

Wellsite: Bureau of Land Management

Access: Bureau of Land Management

Pipeline: Bureau of Land Management

12. Other Information

On-site Inspection for Location, Access and Pipeline Route:

The on-site was conducted on January 5, 2007

Attending were:

- 1. Melissa Hawk BLM
- 2. Brandon McDonald BLM
- 3. Mike Stewart Ponderosa Construction
- 4. Chris Stewart Tristate
- 5. Doug Hammond Enduring Resources

Special Conditions of Approval: None for this well(s).

Archeology:

a. A Cultural Resource Inventory Report is pending and to be prepared by Montgomery Archaeological Consultants.

Paleontology:

b. A Paleontology Reconnaissance Report is pending and to be prepared by Intermountain Paleo-Consulting.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

13. Lessee's or Operator's Representatives:

Representatives:

Alvin R. (AI) Arlian
Landman – Regulatory Specialist
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202
Office Tel: 303-350-5114

Fax Tel: 303-573-0461

aarlian@enduringresources.com

Teme Singleton
Vice President -- Operations
Enduring Resources, LLC
475 17th Street, Suite 1500
Denver, Colorado 80202

Office Tel: 303-350-5711 Fax Tel: 303-573-0461

tsingleton@enduringresources.com

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his/her/its subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The operator or his/here/its contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by Enduring Resources, LLC and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.

Please be advised that Enduring Resources, LLC is considered to be the operator of the Archy Bench 11-23-41-30 Well; NENE Section 30, Township 11 South, Range 23 East; Lease #:UTU-66410 Uintah County, Utah; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by BLM Statewide Oil & Gas Lease Bond No. UTB000173 and State of Utah, Division of Oil, Gas & Mining Surety Bond No. RLB0008031

February 7, 2007

ENDURING RESOURCES, LLC

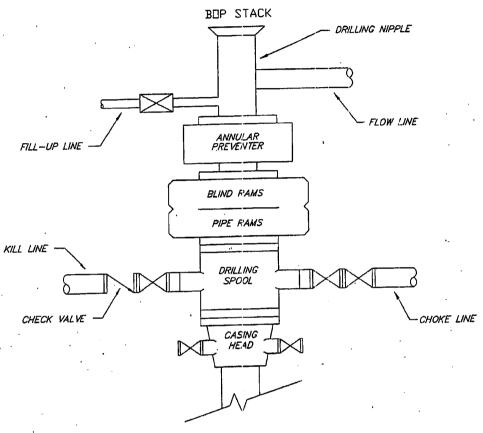
Alvin (AI) R. Arlian

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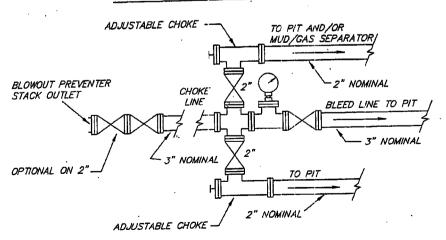
Landman - Regulatory Specialist

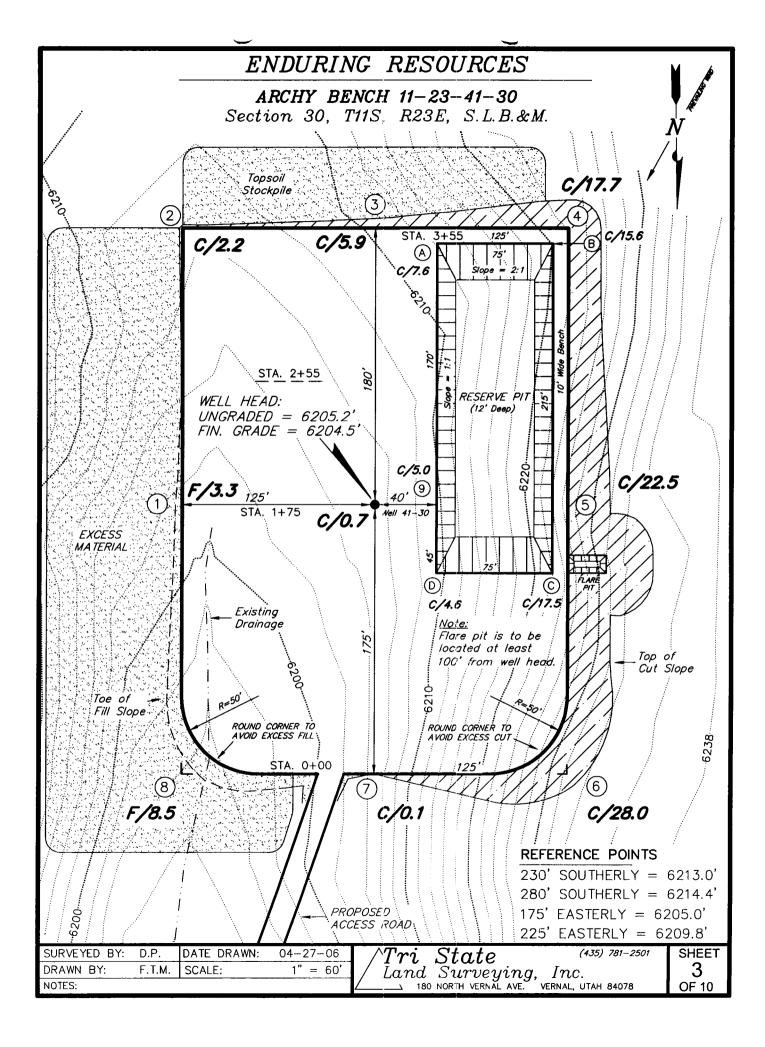
ENDURING RESOURCES, LLC

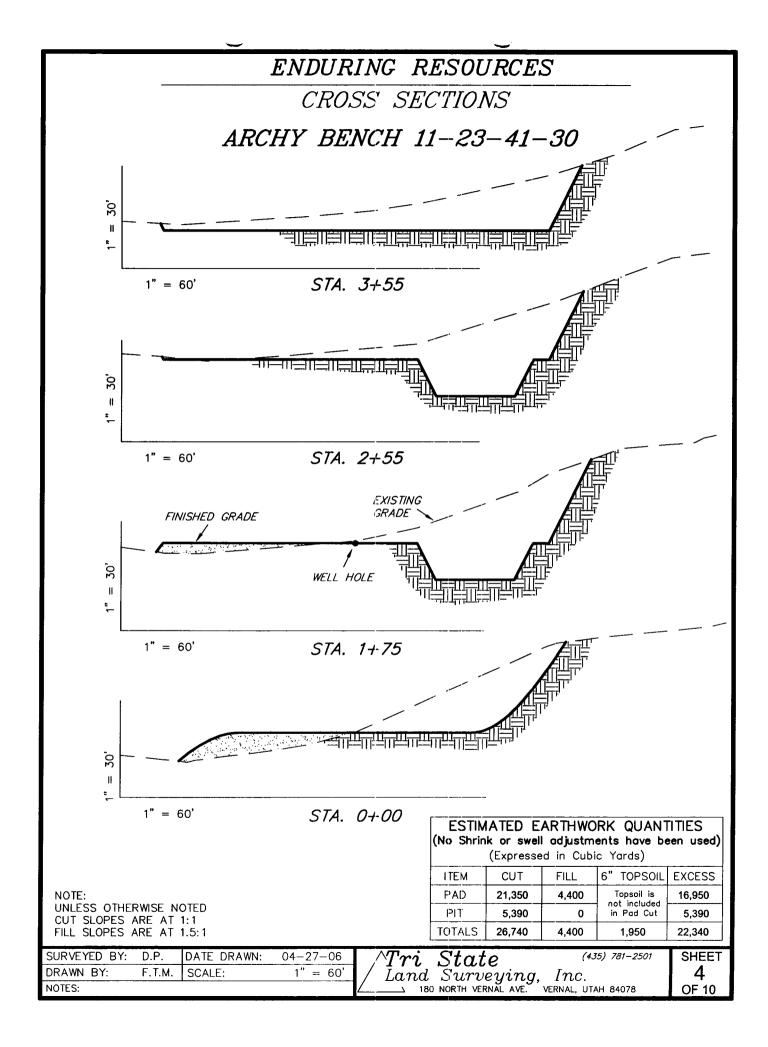
TYPICAL 3,000 p.s.i.
BLOWOUT PREVENTER SCHEMATIC



TYPICAL 3,000 p.s.i. CHOKE MANIFOLD SCHEMATIC

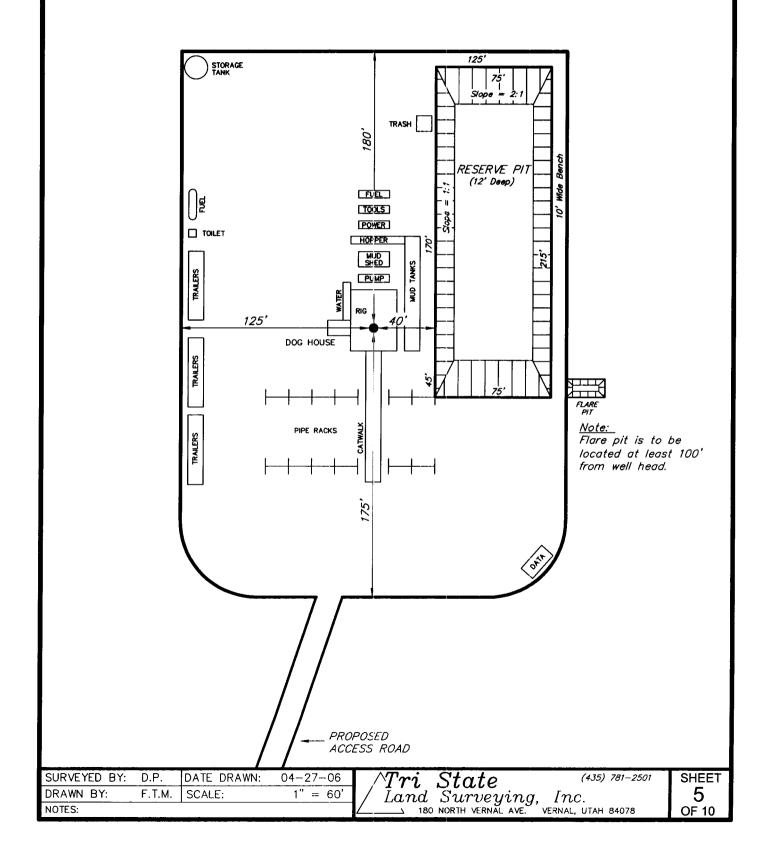






ENDURING RESOURCES

TYPICAL RIG LAYOUT ARCHY BENCH 11-23-41-30



ENDURING RESOURCES PRODUCTION SCHEMATIC ARCHY BENCH 11-23-41-30 Meter Вох Separator RESERVE PIT Tanks (12' Deep) & Berm (a) Well 41-30 FLARE PIT <u>Note:</u> Flare pit is to be located at least 100' from well head. **ACCESS** ROAD

SURVEYED BY: DATE DRAWN: 04-27-06 D.P. DRAWN BY: F.T.M. SCALE: 1" = 60'NOTES:

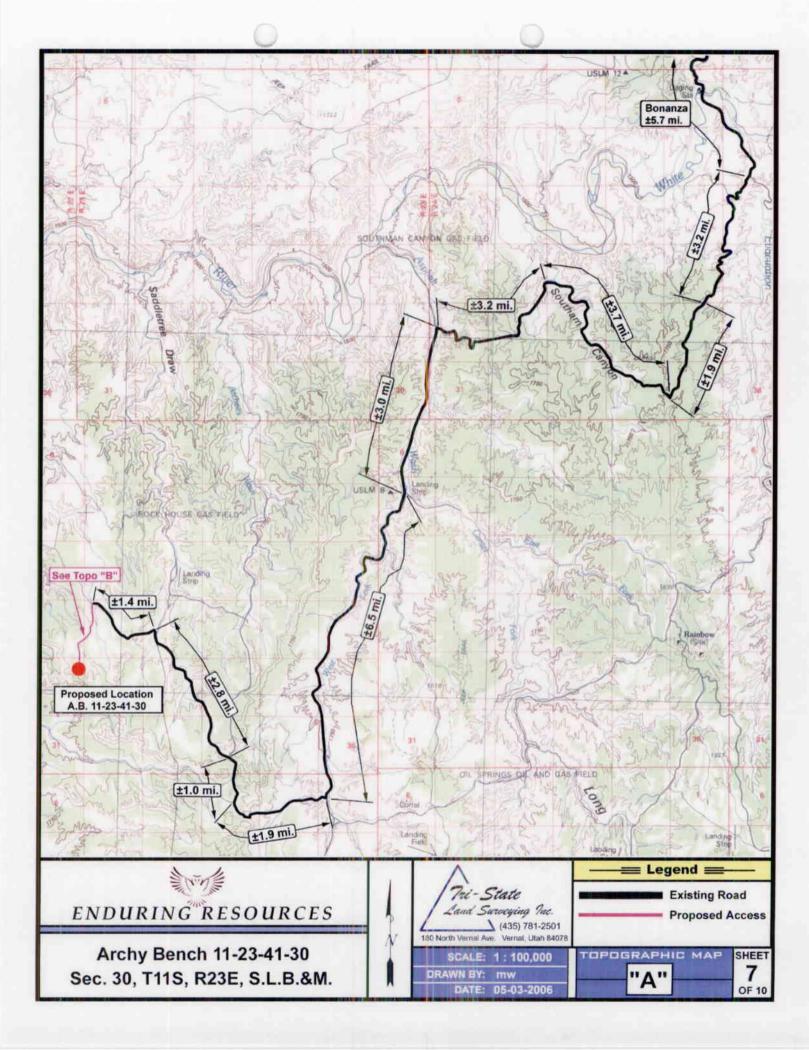
Tri State

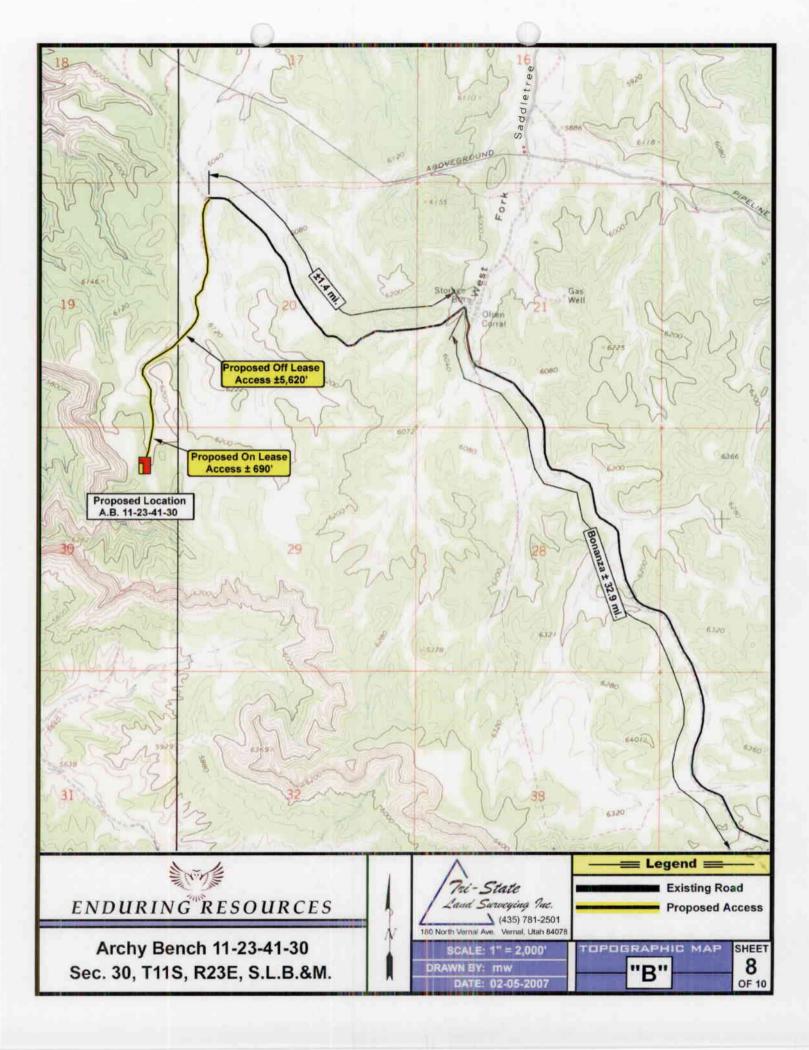
Land Surveying, Inc.

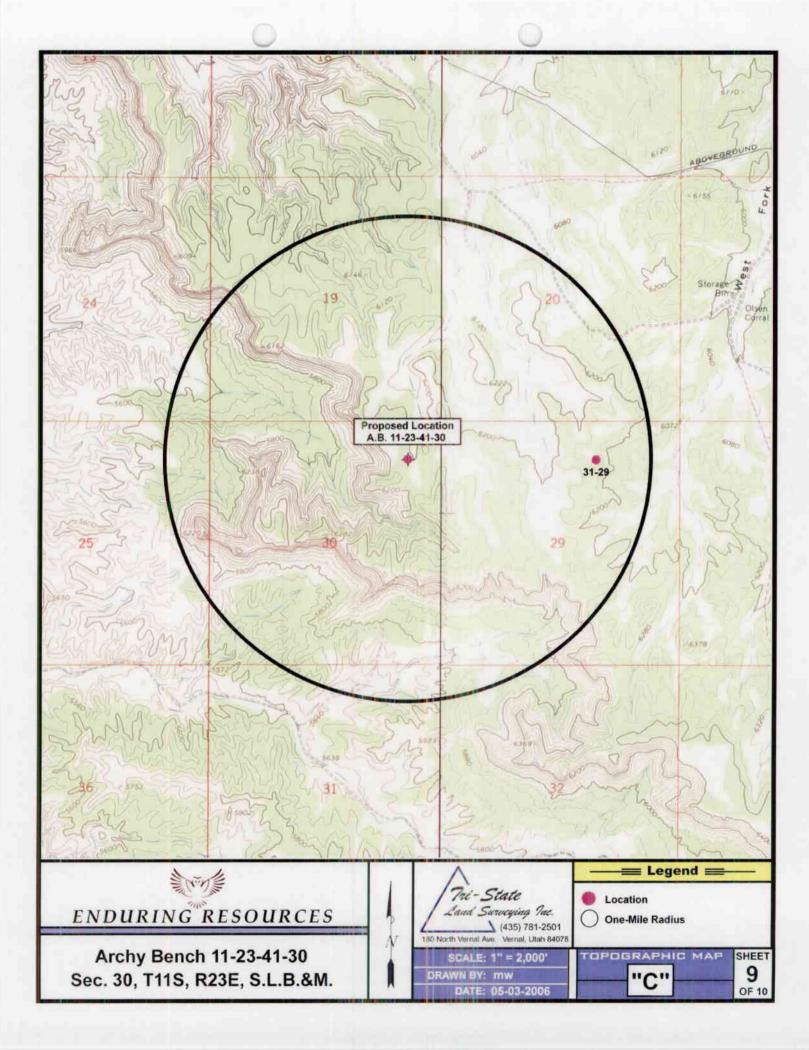
180 NORTH VERNAL AVE. VERNAL, UTAH 84078 \overline{Tri}

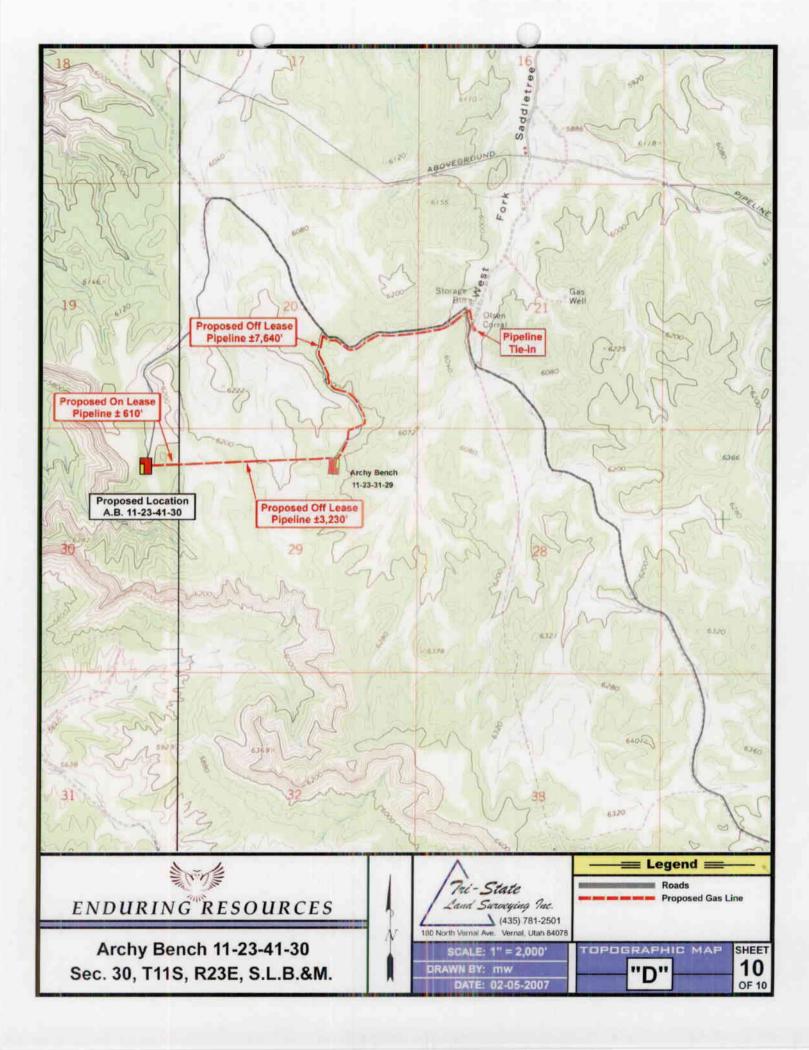
(435) 781-2501

SHEET 6 OF 10







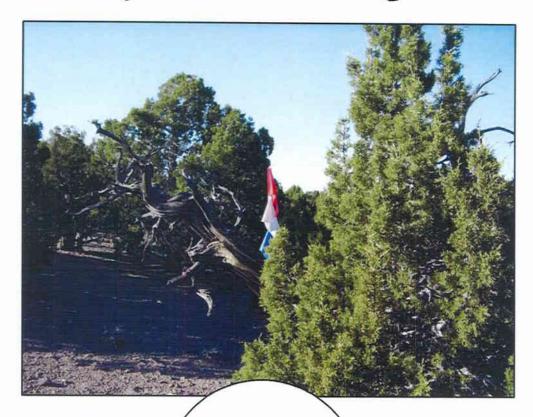




ENDURING RESOURCES
Archy Bench 11-23-41-30

CENTER STAKE

Date Photographed: 04/25/2006 Date Drawn: 05/03/2006 Drawn By: mw 7ri - State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078



ENDURING RESOURCES Archy Bench 11-23-41-30

North

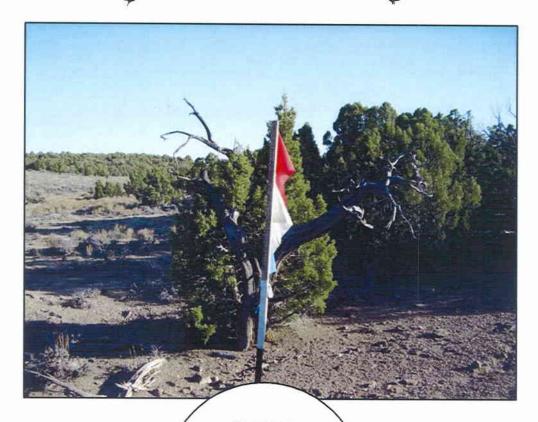
Date Photographed: 04/25/2006

Date Drawn: 05/03/2006 Drawn By: mw

Pri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078

EAST





ENDURING RESOURCES

Archy Bench 11-23-41-30

SOUTH

Date Photographed: 04/25/2006

Date Drawn: 05/03/2006 Drawn By: mw

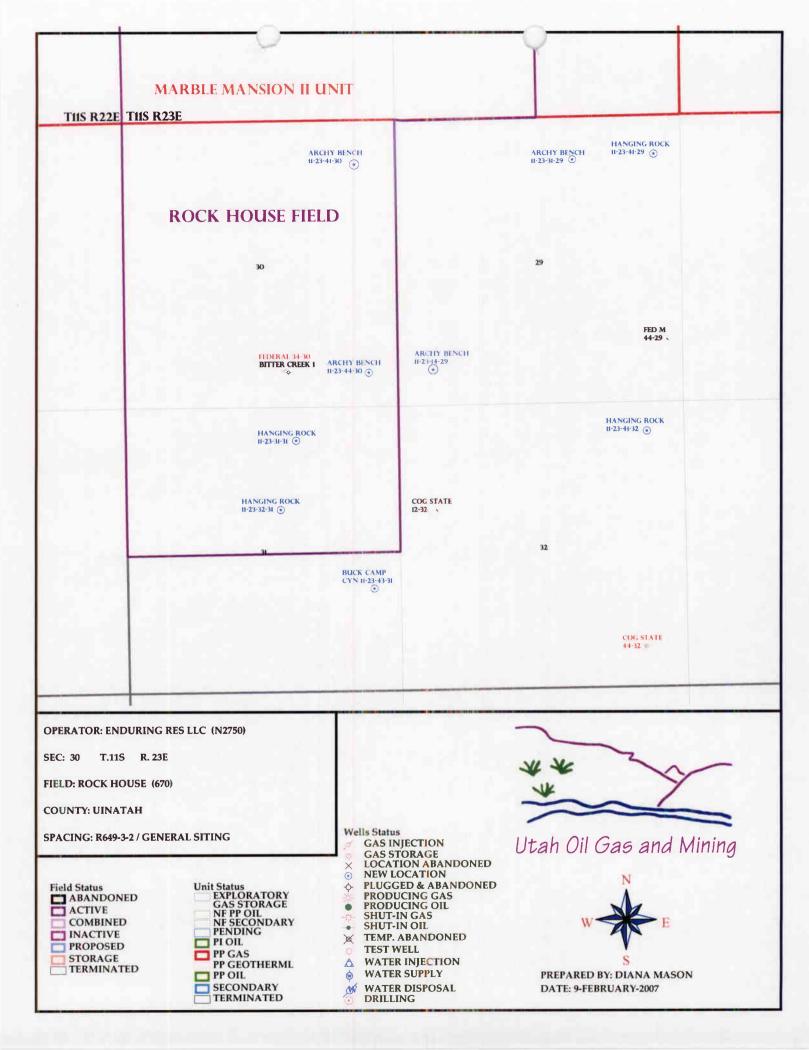
Pri-State
Land Surveying Inc.
(435) 781-2501
180 North Vernal Ave. Vernal, Utah 84078





WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 02/09/2007	API NO. ASSIGNED: 43-047-39048		
WELL NAME: ARCHY BENCH 11-23-41-30			
OPERATOR: ENDURING RESOURCES, LLC (N2750)	PHONE NUMBER: 303-350-5719		
CONTACT: EVETTE BISSETT			
PROPOSED LOCATION:	INSPECT LOCATN BY: / /		
NENE 30 110S 230E	Tech Review Initials Date		
SURFACE: 0811 FNL 0730 FEL BOTTOM: 0811 FNL 0730 FEL	Engineering		
COUNTY: UINTAH	Geology		
LATITUDE: 39.33662 LONGITUDE: -109.3782			
UTM SURF EASTINGS: 638770 NORTHINGS: 4410	Surface		
FIELD NAME: ROCK HOUSE (670 LEASE TYPE: 1 - Federal)		
LEASE NUMBER: UTU-66410	PROPOSED FORMATION: MVRD		
SURFACE OWNER: 1 - Federal	COALBED METHANE WELL? NO		
RECEIVED AND/OR REVIEWED: Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. RLB0008031) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-2215) RDCC Review (Y/N) (Date:) NH Fee Surf Agreement (Y/N) NH Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit:		
STIPULATIONS: 2 Springs	pp. cv(()		





State of Ctall

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

February 12, 2007

Enduring Resources, LLC 475 17th St., Ste. 1500 Denver, CO 80202

Re:

Archy Bench 11-23-41-30 Well, 811' FNL, 730' FEL, NE NE, Sec. 30,

T. 11 South, R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39048.

Sincerely,

Gil Hunt

Associate Director

AUTH

pab Enclosures

cc:

Uintah County Assessor (via e-mail)

Bureau of Land Management, Vernal District Office

Operator:	Enduring Resources, LLC			
Well Name & Number	Archy Bench 11	-23-41-30		
API Number:	43-047-39048			
Lease:	UTU-66410			
Location: NE NE	Sec. 30	T. 11 South	R. 23 East	

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

 Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING			5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-66410 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: n/a 7. UNIT of CA AGREEMENT NAME: n/a	
SUNDRY NOTICES AND REPO				
Do not use this form for proposals to drill new wells, significantly deepen existing wells belton the drill horizontal laterals. Use APPLICATION FOR PERMIT TO D				
1. TYPE OF WELL OIL WELL GAS WELL OTH	<u> </u>		8. WELL NAME and NUMBER: Archy Bench 11-23-41-30	
2. NAME OF OPERATOR: Enduring Resources, LLC	9. API NUMBER: 4304739048			
3. ADDRESS OF OPERATOR:		PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:	
475 17th Street, Suite 1500 CITY Denver STATE CO	_{ZIP} 80202	(303) 350-5114	Rock House	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 881' FNL - 732' FEL	225		COUNTY: Uintah	
um in the mass under the	3 23E S		STATE: UTAH	
11. CHECK APPROPRIATE BOXES TO INDI			ORT, OR OTHER DATA	
TYPE OF SUBMISSION		YPE OF ACTION		
✓ NOTICE OF INTENT	DEEPEN		REPERFORATE CURRENT FORMATION	
(Submit in Duplicate) ALTER CASING	☐ FRACTUR		SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON	
Approximate date work will start: CASING REPAIR		STRUCTION	TUBING REPAIR	
CHANGE TO PREVIOUS PLANS		R CHANGE ABANDON	VENT OR FLARE	
SUBSEQUENT REPORT CHANGE WELL NAME	PLUG BAC		WATER DISPOSAL	
(Submit Original Form Only)		ION (START/RESUME)	WATER SHUT-OFF	
Date of work completion: COMMINGLE PRODUCING FORMATI		TION OF WELL SITE	✓ other: Request for APD	
CONVERT WELL TYPE		ETE - DIFFERENT FORMATION	Extension	
Enduring Resources, LLC respectfully request an e	extension to the	expiration date of th	is Application for Permit to Drill	
FROM: 02-12-2008 TO: 02-12-2009	Approved by Utah Division il, Gas and M	the n of lining		
Date: By: _	802-12 Bool	and contract of the second		
NAME (PLEASE PRINT) Alvin R. (AI) Arlian	тіт	Landman - Reg	ulatory Specialist	
SIGNATURE	DA	2/4/2008		
his space for State use only)				

COPY SENT TO OPERATOR

Date: 2-12-2008

(See Instructions on Reverse Side)

RECEIVED

FEB 1 1 2008



Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: 4304739048 Well Name: Archy Bench 11-23-41-30 Location: 811' FNL - 730' FEL, NENE, Sec 30, T11S-R23E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 2/12/2007
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□No☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑
Has the approved source of water for drilling changed? Yes□No☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
Is bonding still in place, which covers this proposed well? Yes ☑No□
2/4/2008
Signature Date
Title: Landman - Regulatory Specialist
Representing: Enduring Resources, LLC

RECEIVED FEB 1 1 2008

FEB - 9 2007

Form 3160-3 (April 2004) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER			FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007		
			Lease Serial No. UTU-66410 If Indian, Allotee or Tribe Name N/A		
la. Type of work: DRILL REENTE	R		7 If Unit or CA Agree	ement, Name	and No.
1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Other	Single Zone Multip	ole Zone	8. Lease Name and V Archy Bench 1		
2. Name of Operator Enduring Resources, LLC			9. API Well No. 43-04	7-3;	70 48
3a. Address 475 17th Street, Suite 1500 Denver, CO 80202	3b. Phone No. (include area code) 303-350-5719		10. Field and Pool, or E Undesignated	xploratory	
Location of Well (Report location clearly and in accordance with any At surface	State requirements.*)	-	11. Sec., T. R. M. or B Sec 30 T11S R		
At proposed prod. zone Same as surface 14. Distance in miles and direction from nearest town or post office*		·	12. County or Parish	13	State
34.3 miles South of Bonanza, UT			Uintah		UT
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease1280	17. Spacing	g Unit dedicated to this veres	reli	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1000' +	19. Proposed Depth 7795		BIA Bond No. on file - UTB000173		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6221' RT-KB	22 Approximate date work will star 04/30/2007	rt*	23. Estimated duration 20 days	1	
	24. Attachments				
The following, completed in accordance with the requirements of Onshore	e Oil and Gas Order No.1, shall be a	ttached to thi	is form:		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System I SUPO shall be filed with the appropriate Forest Service Office). 	Item 20 above). Lands, the 5. Operator certific	cation specific info	ormation and/or plans as		
25. Signature buttle Regards	Name (Printed Typed) Evette Bissett			Date 02/05/2	2007
Title Regulatory Affairs Assistant					
Approved by (Manature)	Name (Printed/Typed)	1.		Date	
Title Lands & Mineral Resources				008	
Application approval does not warrant or certify that the applicant holds	•			ntitle the app	licantto
conduct operations thereon. Conditions of approval, if any, are attached.	·		-		

ons of apphoval attached *(Instructions on page 2)

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED APR 0 8 2003

DIV. OF OIL, GAS & METING

NOS 9/25/06 06PPC597A



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

170 South 500 East VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Enduring Resources, LLC

Location: Lease No: NENE, Sec 30, T11S, R23E

Well No: Archy Bench 11-23-41-30 API No: 43-047-39048

Lease No: UTU-66410 Agreement: N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
NRS/Enviro Scientist:	Paul Buhler	(435) 781-4475	(435) 828-4029
NRS/Enviro Scientist:	Karl Wright	(435) 781-4484	(435) 828-7381
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	,
NRS/Enviro Scientist:	ľ	(435) 781-4476	
NRS/Enviro Scientist:	Chuck MacDonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Jannice Cutler	(435) 781-3400	(435) 828-3544
NRS/Enviro Scientist:	Michael Cutler	(435) 781-3401	(435) 828-3546
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Darren Williams	(435) 781-4447	,
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	` ,

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction	-	Forty-Eight (48) hours prior to construction of location and
(Notify NRS/Enviro Scientist)		access roads.
Location Completion	-	Prior to moving on the drilling rig.
(Notify NRS/Enviro Scientist)		
Spud Notice	· -	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)	1	
Casing String & Cementing	-	Twenty-Four (24) hours prior to running casing and
(Notify Supervisory Petroleum Technician)		cementing all casing strings
BOP & Related Equipment Tests	-	Twenty-Four (24) hours prior to initiating pressure tests
(Notify Supervisory Petroleum Technician)	į	
First Production Notice	-	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for
	1	more than ninety (90) days

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

General Surface COAs

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop
 work and contact the Authorized Officer (AO). A report will be prepared by a BLM permitted
 paleontologist and submitted to the AO at the completion of surface disturbing activities.

Site Specific Conditions of Approval

Surface Conditions of Approval or monitoring are listed in the Surface Use Plan of the APDs. This well is located within the Resource Development Group (RDG) EIS project boundary, any additional mitigation or COAs approved in the Final RDG EIS are also applicable to approval of this proposed action.

WILDLIFE STIPULATIONS Timings/Mitigation

In order to minimize impacts during crucial winter deer and elk habitat, surface disturbing
activities will not be allowed during November 1 – April 30. This limitation does not apply to
maintenance and operation of producing wells. This stipulation may be waived by the
authorized officer if either the resource values change or the lessee/operator demonstrates that
adverse impacts can be mitigated.

Comments: If it is anticipated that construction or drilling will occur during the timing restrictions for any wildlife, a BLM or qualified biologist will be notified so surveys can be conducted. Depending upon the results of the survey, permission to proceed may or may not be recommended or granted (depending on the species being surveyed and the condition of the habitat).

Threatened and Endangered Fish Mitigation for Water Supply

- 1. The best method to avoid entrainment is to pump from an off-channel location one that does not connect to the river during high spring flows. An infiltration gallery constructed in a BLM and Service approved location is best.
- 2. If the pump head is located in the river channel where larval fish are known to occur, the following measures apply:
 - a. do not situate the pump in a low-flow or no-flow area as these habitats tend to concentrate larval fishes;
 - b. limit the amount of pumping, to the greatest extent possible, during that period of the year when larval fish may be present (see above); and
 - c. limit the amount of pumping, to the greatest extent possible, during the pre-dawn hours as larval drift studies indicate that this is a period of greatest daily activity.
- 3. Screen all pump intakes with 1/4" mesh material.
- 4. Report any fish impinged on the intake screen to the Service (801.975.3330) and the Utah Division of Wildlife Resources:

Northeastern Region

152 East 100 North, Vernal, UT 84078

Phone: (435) 781-9453

- Submit Sundry Notice Form 3160-5 for pipeline requests and necessary right-of-ways to Authorized Officer of the Vernal BLM if well is productive. A Sundry Notice will detail any changes in pipeline proposal from the Proposed Action.
- Prior to water disposal, submit Sundry Notice Form 3160-5 specifying Approved Water Disposal facilities to be used in conjunction with Proposed Action.
- The operator will control noxious weeds along access road use authorizations, pipeline route authorizations, well sites, or other applicable facilities by spraying or mechanical removal. A list of noxious weeds may be obtained from the BLM weeds specialist or the appropriate County Extension Office. On BLM administered land, it is required that a Pesticide Use Proposal (PUP) be submitted and approved prior to the application of herbicides, pesticides or possibly hazardous chemicals.
- All applicable local, state, and/or federal laws, regulations, and/or statutes will be complied with.
- All traffic related to this action will be restricted to approved routes. Cross-country vehicle travel
 will not be allowed.
- No vehicle travel, construction or routine maintenance activities shall be performed during
 periods when the soil is too wet to adequately support vehicles and/or construction equipment.
 If such equipment creates ruts in excess of four inches deep, the soil shall be deemed too wet
 to adequately support construction equipment.
- The access road will be crowned and ditched. Flat-bladed roads are not allowed.
- If additional erosion occurs during the life of this project, more culverts, low water crossings, berms, wing ditches or etc. will be needed to control the erosion.
- Low-water crossings will be appropriately constructed to avoid sedimentation of drainage ways and other water resources.
- Pipelines will be buried at all major drainage crossings.
- Prevent fill and stock piles from entering drainages.
- The reserve pit will be lined with 16 ml or greater liner and 1 felt liner prior to spudding.
- The liner is to be cut 5 feet below ground surface or at the level of the cuttings, whichever is deeper, and the excess liner material is to be disposed of at an authorized disposal site.
- When the reserve pit contains fluids or toxic substances, the operator must ensure animals do not ingest or become entrapped in pit fluids.
- If Uinta Basin hookless cactus or other special status plants are found, construction will cease and the AO will be notified to determine the appropriate mitigation.

- The authorized officer may prohibit surface disturbing activities during severe winter conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- The authorized officer may prohibit surface disturbing activities during wet or muddy conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- All permanent (on-site six months or longer), above ground structures constructed or installed, including pumping units, any subsequent approved equipment/facilities will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee. All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Olive Black as determined during the on-site inspection.

Reclamation:

Interim seed mix: Bottlebrush Squirreltail grass Hy-crest Crested Wheatgrass Wyoming Big Sagebrush Shadscale saltbush	Elymus elymoides Agropyron cristatum Artemisia tridentata var. Wyomingensis Atriplex confertifolia	1 lbs/acre 9 lbs/acre 1 lbs/acre 1 lbs/acre
Final reclamation seed mix: Bottlebrush Squirreltail grass Hy-crest Crested Wheatgrass Wyoming Big Sagebrush Shadscale saltbush	Elymus elymoides Agropyron cristatum Artemisia tridentata var. Wyomingensis Atriplex confertifolia	1 lbs/acre 9 lbs/acre 1 lbs/acre 1 lbs/acre

- All pounds are in pure live seed.
- All seed and mulch will be certified weed free.
- Drill seeding is the preferred method.
- Rates are set for drill seeding; double the rate if broadcasting.
- If broadcasting seed: The seed will be walked into the soil with a dozer immediately after the seeding is completed, or covered by soil using a drag chain
- Reseeding may be required if initial seeding is not successful.
- Trees and woody debris must be removed from the site and piled separately off site and saved
 for final reclamation. During final reclamation the trees and woody debris will be loped and
 scattered over the recontoured and seeded areas, and spread evenly across the site. Trees
 and woody debris will not account for more than 20% of the total surface area of the site.
- Within 90 days of the approval date for this Application for Permit to Drill (APD), the operator will submit Sundry Notice Form 3160-5, an Interim Surface Reclamation Plan for surface disturbance on well pads, access roads, and pipelines. At a minimum, this will include the reshaping of the pad to the original contour to the extent possible; the respreading of the top soil up to the rig anchor points; and, the area reseeded using appropriate reclamation methods. The AO will provide written approval or concurrence within 30 calendar days of receipt.

Page 5 of 9 Well: Archy Bench 11-23-41-30 9/14/2007

- Sites that have pinyon and/or juniper trees, the trees will be stockpiled near site and loped and scattered onto site during interim and/or final reclamation.
- Once the location is plugged and abandoned, it shall be recontoured to the natural topography, topsoil shall be respread, and the entire location shall be seeded with the final reclamation seed mix. Seed application will follow all guidelines in the interim seed mix bullet statement above. If reclamation seeding shall take place using the broadcast method, the seed at a minimum will be walked into the soil with a dozer, immediately after the seeding is completed, or covered by soil using a drag chain.
- All boulders with a length or diameter greater than 3 feet, that are found showing at the surface, will be stockpiled for use during final reclamation.
- Notify the Authorized Officer 48 hours prior to surface disturbing activities.

DOWNHOLE CONDITIONS OF APPROVAL

SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

- For surface casing cementing program, stage Top Out or Top Job is to bring cement to surface.
 Note that stage TopOut is to bring cement to surface.
- Production casing cement shall be brought up and into the surface casing. The minimum cement top is 300 ft above the surface casing shoe.
- COA specification is consistent with operators performance standard stated in APD.

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment BOPE shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and NOT by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources such as Gilsonite, tar sands, oil shale, trona, etc. to the Vernal Field Office, in writing, within 5 working days of

Page 7 of 9 Well: Archy Bench 11-23-41-30 9/14/2007

each encounter. Each report shall include the well name/number, well location, date and depth from KB or GL of encounter, vertical footage of the encounter and, the name of the person making the report along with a telephone number should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- Chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a
 weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is
 completed.
- A cement bond log CBL will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" Oil and Gas Operations Report OGOR starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 303 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - o Operator name, address, and telephone number.
 - Well name and number.
 - o Well location 1/41/4, Sec., Twn, Rng, and P.M..
 - Date well was placed in a producing status date of first production for which royalty will be paid.
 - o The nature of the well's production, i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons.
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees NTL 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events fires, accidents, blowouts, spills, discharges as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" BLM Form 3160-4 shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data

obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples cuttings, fluid, and/or gas shall be submitted only when requested by the BLM, Vernal Field Office.

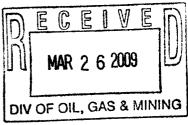
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" Form BLM 3160-5 must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES ON FORMAL DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-66410
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Archy Bench 11-23-41-30
2. NAME OF OPERATOR:	9. API NUMBER: 4304739048
Enduring Resources, LLC 3. ADDRESS OF OPERATOR: PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
475 17th Street, Suite 1500 CITY Denver STATE CO ZIP 80202 (303) 350-5114	Undesignated
FOOTAGES AT SURFACE: 811' FNL - 730' FEL	соинту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENE 30 11S 23E S	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION ACIDIZE DEEPEN	REPERFORATE CURRENT FORMATION
NOTICE OF INTENT (Submit in Duplicate) ACIDIZE DEEPEN ACIDIZE FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK	WATER DISPOSAL
(Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER: Request for APD Extension
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	CXGHSION
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volue and the expiration date of this A supervised by the Utah Division of Oil, Gas and Mining Date: Date: 3 - 26 - 29 - 39 - 39 - 39 - 39 - 39 - 39 - 39	
NAME (PLEASE PRINT) Alvin R. (Al) Arlian SIGNATURE DATE Landman - Reg 1/26/2009	gulatory Specialist
	DECEIVED

(5/2000)

(See Instructions on Reverse Side)





Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: 4304739048 Well Name: Archy Bench 11-23-41-30 Location: 811' FNL - 730' FEL NENE Sec. 30, 11S-23E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 2/12/2007				
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.				
Following is a checklist of some items related to the application, which should be verified.				
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□				
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes⊟ No ☑				
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑				
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes⊡No ☑				
Has the approved source of water for drilling changed? Yes□No☑				
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑				
Is bonding still in place, which covers this proposed well? Yes⊠No□				
1/26/2009				
Title: Administrative Assistant				
Representing: Enduring Resources, LLC				

STATE OF UTAH		FORM 9			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66410		
SUNDF	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposition-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepen gged wells, or to drill horizontal laterals. U	existing wells below current Jse APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME:		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: ARCHY BENCH 11-23-41-30		
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047390480000		
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,		ONE NUMBER: 350-5114 Ext	9. FIELD and POOL or WILDCAT: ROCK HOUSE		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0811 FNL 0730 FEL QTR/QTR, SECTION, TOWNSHI	D DANCE MEDIDIAN.		COUNTY: UINTAH		
	Township: 11.0S Range: 23.0E Meridian:	S	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT	, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME		
3/26/2010	CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE		
☐ SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION		
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK		
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON		
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL		
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION		
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
	MPLETED OPERATIONS. Clearly show all per		volumes, etc.		
Request for	an one-year extension to APD	termination date.	Approved by the		
			Utah Division of		
			Oil, Gas and Mining		
		_	34 1 25 2010		
			Date: March 25, 2010		
		E	3y: Dally III		
			4 9		
NAME (PLEASE PRINT)	PHONE NUMBER				
Alvin Arlian	303 350-5114	Landman-Regulatory			
SIGNATURE N/A		DATE 3/25/2010			



Request for Permit Extension Validation Well Number 43047390480000

API: 43047390480000

Well Name: ARCHY BENCH 11-23-41-30

Location: 0811 FNL 0730 FEL QTR NENE SEC 30 TWNP 110S RNG 230E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

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 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? • Yes • No Utah Division of Oil, Gas and Mining

Signature: Alvin Arlian **Date:** 3/25/2010

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC Dat

Date: March 25, 2010

Bv: D

Form 3160-5 (August 2007)

DEPAR BUREA

COENTED

UNITED STATES DEPARTMENT OF THE INTERIOR	RECEIVEL	OMB NO. 1004-013
BUREAU OF LAND MANAGEMENT	EED 0 0 2040	Expires: July 31, 201
SUNDRY NOTICES AND REPORTS ON W		5. Lease Serial No. UTU66410

abandoned we	ell. Use form 3160-3 (APD)	for such proposal	M	. If Indian, Allottee	or Tribe Name
SUBMIT IN TRI	IPLICATE - Other instructi	ions on reverse side.	, V 4	. If Unit or CA/Agre	ement, Name and/or No.
1. Type of Well				. Well Name and No. ARCHY BENCH	
Oil Well Gas Well Ot Name of Operator	her Contact: A	LADIJAN		. API Well No.	11-23-41-30
ENDURING RESOURCES, L		uringresources.com	,	43-047-39048	•
3a. Address 475 17TH STREET, SUITE 19 DENVER, CO 80202	500	3b. Phone No. (include area code Ph: 303-350-5114 Fx: 303-573-0461) 1	0. Field and Pool, or ROCK HOUSE	Exploratory
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)		1	1. County or Parish,	and State
Sec 30 T11S R23E NENE 81 39.50118 N Lat, 109.22443 V				UINTAH COUN	TY, UT
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE NATURE OF	NOTICE, REP	ORT, OR OTHE	R DATA
TYPE OF SUBMISSION		TYPE O	F ACTION	· · · · · · · · · · · · · · · · · · ·	
Notice of Intent	☐ Acidize	□ Deepen	Production	(Start/Resume)	☐ Water Shut-Off
	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	on .	☐ Well Integrity
☐ Subsequent Report	Casing Repair	☐ New Construction	☐ Recomplet	e .	Other
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporari	ly Abandon	Change to Original A PD
13. Describe Proposed or Completed Op	Convert to Injection	☐ Plug Back	☐ Water Disp		
Request a 2-year extension to	APD termination date (FR	OM 3-28-2010).		VEDNAL SIE	I D OFFICE
				VERNAL FIE	LD OFFICE
		RECEIVE	D	ENG	
		APR 0 6 20		GEOL	
				E.S	
		DIV OF OIL, GAS A	MMMMG	PET.	
,			•	RECL	
14. Thereby certify that the foregoing is	Electronic Submission #81 For ENDURING	746 verified by the BLM Wel RESOURCES, LLC, sent to r processing by GAIL JENKII	the Vernal		and the second second second second
Name (Printed/Typed) AL ARLIA		Title OPERA		· · · · · · · · · · · · · · · · · · ·	·
Signature (Electronic S	Submission)	Date 02/22/2	010		
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE		
Approved By DEN	IED	Title		M	AR 1 6 2010
onditions of approval, I any, are attached at the applicant holds legal or equal to holds legal or equal to conduct the applicant the ap	itable title to those rights in the si	ot warrant or ubject lease Office			
itle 18 U.S.C. Section 1001 and Title 43	U.S.C. Section 1212, make it a cr	ime for any person knowingly and	i willfully to make	to any department or	agency of the United

Reason for Denial

Enduring Resources, LLC

Notice of Intent APD Extension

Lease:

UTU-66410

Well:

Archy Bench 11-23-41-30

Location:

SESE Sec 30-T11S-R23E

An extension for the referenced APD is denied for the following reason:

1. Our records indicate that the lease terminated June 1, 2008 based on a 60 day letter that was sent to XTO Energy in January 2008 and a sundry approval that was granted to Enduring Resources on April 4, 2008.

If you have any other questions concerning this matter, please contact Ryan Angus of this office at (435) 781-4430

STATE OF UTAH		FORM 9			
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-66410		
SUNDF	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposition-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deepen gged wells, or to drill horizontal laterals. U	existing wells below current Jse APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME:		
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2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047390480000		
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	Township: 11.0S Range: 23.0E Meridian:	S	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT	, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
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3/26/2010	CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE		
☐ SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION		
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK		
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON		
	☐ TUBING REPAIR	☐ VENT OR FLARE	☐ WATER DISPOSAL		
☐ DRILLING REPORT	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION		
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
	MPLETED OPERATIONS. Clearly show all per		volumes, etc.		
Request for	an one-year extension to APD	termination date.	Approved by the		
			Utah Division of		
			Oil, Gas and Mining		
		_	34 1 25 2010		
			Date: March 25, 2010		
		E	3y: Dally III		
			4 9		
NAME (PLEASE PRINT)	PHONE NUMBER				
Alvin Arlian	303 350-5114	Landman-Regulatory			
SIGNATURE N/A		DATE 3/25/2010			



Request for Permit Extension Validation Well Number 43047390480000

API: 43047390480000

Well Name: ARCHY BENCH 11-23-41-30

Location: 0811 FNL 0730 FEL QTR NENE SEC 30 TWNP 110S RNG 230E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revision. Following is a checklist of some items related to the application, which should be verified.
 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? • Yes • No Utah Division of Oil, Gas and Mining

Signature: Alvin Arlian **Date:** 3/25/2010

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC Dat

Date: March 25, 2010

Bv: D

United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410 http://www.blm.gov/ut/st/en/fo/vernal.html



IN REPLY REFER TO: 3160 (UTG011)

June 17, 2010

43-047-39048

Alex B. Campbell Enduring Resources, LLC 475 17th Street, Suite 1500 Denver, CO 80202

Re: Notice of APD/Lease Expiration

Well No. Archy Bench 11-23-41-30

NENE, Sec. 30, T11S, R23E

Uintah County, Utah Lease No. UTU-66410

Dear Mr. Campbell:

The original Application for Permit to Drill (APD) for the above referenced well was approved on March 28, 2008. A lease term extension was requested on March 7, 2008 due to drill rig delay. On April 2, 2008, approval was granted by this office until June 1, 2008 to spud the well and show due diligence to complete the well in a timely manner or the lease shall expire on that date. A two (2) year extension request of the original APD received on February 22, 2010 was denied on March 16, 2010 due to lease termination.

Federal Lease UTU-66410 terminated due to the 60-day notification received by the lessees on January 22, 2008, per 43 CFR 3107.2-2 requiring restoration of production to the lease. An extension of the 60-day timeline was granted until June 1, 2008 in order to drill an additional well. Our records show the well was never drilled, therefore the lease expired June 1, 2008 and the case was closed at the BLM Utah State Office on February 22, 2010. This office is notifying you that the approval of the referenced application and lease has expired.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact me at (435) 781-4502.

Sincerely

James H. Sparger

Acting Assistant Field Manager Lands & Minerals Resources

RECEIVED
JUL 1 9 2010



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 9, 2011

Al Arlian Enduring Resources, LLC 475-17th Street, Ste. 1500 Denver, CO 80202

Re:

<u>APD Rescinded - Archy Bench 11-23-41-30, Sec.30 T.11S, R.23E</u>

Uintah County, Utah API No. 43-047-39048

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on February 12, 2007. On February 12, 2008, March 26, 2009 and March 25, 2010 the Division granted a one-year APD extension. On February 9, 2011, you requested that the APD be rescinded. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective February 9, 2011.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal

